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State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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October 8, 1991

DOGM
MINERALS PROGRAM
FILE COPY

Ms. Cindy Emmons
Kennecott Utah Copper
P.O. Box 525
Bingham Canyon, Utah 84006-0525

Dear Ms. Emmons:

Re: Outstanding Reclamation Contract, Kennecott Corporation, Pine Canyon Mine,
M/045/004, Tooele County, Utah

The Division began renegotiating the issue of outstanding reclamation contracts with Kennecott Corporation in August of 1990. Since that time the Reclamation Contract Form MR-RC has been modified. The most recent modifications came from negotiations between legal counsel for both the Division and Kennecott.

Due to an apparent breakdown of communication, the latest revised form (dated August 5, 1991) was not forwarded to you. Enclosed is a copy of the latest Reclamation Contract form for your use in finalizing the surety bonding arrangements for Kennecott's Pine Canyon properties (file #: M/045/004). Please complete this form and return it to the Division along with your chosen form of reclamation surety by November 15, 1991. The amount and form of surety will require approval by the Division and Board. If you have any questions regarding this matter please contact me or Tony Gallegos of the Minerals staff. Thank you for your assistance in finalizing this permitting concern.

Sincerely,

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

aag/jb

cc: Richard Pierce, Kennecott
Lowell Braxton, DOGM
Tom Mitchell, AAG
Minerals staff